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PRESS RELEASE

MONETARY DEVELOPMENTS IN THE EURO AREA: NOVEMBER 2014

The annual growth rate of the broad monetary aggregate M3 increased to 3.1% in November 2014, from 2.5% in October 2014.¹ The three-month average of the annual growth rates of M3 in the period from September 2014 to November 2014 increased to 2.7%, from 2.3% in the period from August 2014 to October 2014.

Twelve-month percentage changes; (adjusted for seasonal and end-of-month calendar effects)	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014	SEPTEMBER 2014 - NOVEMBER 2014 (AVERAGE)
M3	2.5	2.5	3.1	2.7
M1	6.2	6.2	6.9	6.4
Loans to the private sector	-1.2	-1.1	-0.9	-1.1
Loans to the private sector, adjusted for sales and securitisation	-0.6	-0.5	-0.2	-0.4

M3 components

Regarding the main components of M3, the annual growth rate of M1 increased to 6.9% in November 2014, from 6.2% in October. The annual growth rate of short-term deposits other than overnight deposits (M2-M1) was less negative at -1.8% in November, from -2.1% in the previous month. The annual growth rate of marketable instruments (M3-M2) increased to 0.3% in November, from -1.0% in October. Among the deposits included in M3, the annual growth rate of deposits placed by households increased to 2.4% in November, from 2.1% in the previous month, while the annual growth rate of deposits placed by non-financial corporations increased to 5.3% in November, from 4.7% in the previous month. Finally, the annual growth rate of deposits placed by non-monetary financial intermediaries (excluding insurance corporations and pension funds) increased to 3.6% in November, from 1.0% in the previous month.

¹ The annual growth rates presented in this press release refer to aggregates adjusted for seasonal and end-of-month calendar effects.

Counterparts to M3: credit and loans

Turning to the main counterparts of M3 on the asset side of the consolidated balance sheet of Monetary Financial Institutions (MFIs), the annual growth rate of total credit granted to euro area residents was less negative at -0.9% in November 2014, from -1.3% in the previous month. The annual growth rate of credit extended to general government increased to 0.9% in November, from -0.2% in October, while the annual growth rate of credit extended to the private sector was less negative at -1.4% in November, from -1.6% in the previous month. Among the components of credit to the private sector, the annual growth rate of loans was less negative at -0.9% in November, from -1.1% in the previous month (adjusted for loan sales and securitisation², the rate was less negative at -0.2%, from -0.5% in the previous month). The annual growth rate of loans to households stood at -0.4% in November, unchanged from the previous month (adjusted for loan sales and securitisation, the rate stood at 0.7%, compared with 0.6% in the previous month). The annual growth rate of lending for house purchase, the most important component of household loans, stood at -0.2% in November, unchanged from the previous month. The annual growth rate of loans to non-financial corporations was less negative at -1.6% in November, from -1.8% in the previous month (adjusted for loan sales and securitisation, the rate was less negative at -1.3% in November, from -1.6% in the previous month). Finally, the annual growth rate of loans to non-monetary financial intermediaries (excluding insurance corporations and pension funds) was less negative at -1.5% in November, from -2.5% in the previous month.

Other counterparts

Over the 12 months up to November 2014, the net external asset position of the euro area MFI sector increased by €315 billion, compared with an increase of €309 billion over the 12 months up to October. The annual growth rate of longer-term financial liabilities of the MFI sector was more negative at -1.9% in November, from -1.7% in October.

Notes

- Further predefined tables, statistical data and methodological notes, as well as the advance release calendar, are available on the ECB's website at <http://www.ecb.europa.eu/stats/money/aggregates/aggr/html/index.en.html>.
- A set of tables showing euro area monetary developments and MFI balance sheets for the euro area and euro area countries, together with a user-friendly facility for downloading data, is available in the ECB's Statistical Data Warehouse at <http://sdw.ecb.europa.eu/reports.do?node=1000003503>.

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² Adjusted for the derecognition of loans from the MFIs' statistical balance sheets due to their sale or securitisation.

I Monetary developments in the euro area: NOVEMBER 2014

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	NOVEMBER 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014
COMPONENTS OF M3 ^{c)}							
(1) M3 (= items 1.3, 1.6 and 1.11)	10207	19	42	76	2.5	2.5	3.1
(1.1) Currency in circulation	957	5	1	7	6.0	5.6	5.9
(1.2) Overnight deposits	4858	25	48	63	6.2	6.3	7.1
(1.3) M1 (items 1.1 and 1.2)	5814	30	50	70	6.2	6.2	6.9
(1.4) Deposits with an agreed maturity of up to two years	1619	-12	-22	-5	-3.9	-4.9	-4.5
(1.5) Deposits redeemable at notice of up to three months	2138	2	-4	6	0.3	0.2	0.4
(1.6) Other short term deposits (items 1.4 and 1.5)	3758	-10	-27	0	-1.5	-2.1	-1.8
(1.7) M2 (items 1.3 and 1.6)	9572	20	23	71	3.0	2.7	3.3
(1.8) Repurchase agreements	128	-7	8	-2	9.7	9.9	6.8
(1.9) Money market fund shares/units	435	1	14	3	-2.0	1.0	2.8
(1.10) Debt securities issued with a maturity of up to two years	72	4	-2	4	-25.4	-21.8	-16.3
(1.11) Marketable instruments (items 1.8, 1.9 and 1.10)	635	-1	19	5	-4.4	-1.0	0.3
COUNTERPARTS OF M3							
MFI liabilities:							
(2) Holdings against central government ^{d)}	256	-17	2	2	-11.6	-4.6	-1.8
(3) Longer-term financial liabilities vis-a-vis other euro area residents (= items 3.1 to 3.4)	7263	-2	-32	-19	-1.1	-1.7	-1.9
(3.1) Deposits with an agreed maturity of over two years	2259	-14	-12	-7	-4.7	-5.4	-5.4
(3.2) Deposits redeemable at notice of over three months	91	1	-1	-1	-1.2	-0.9	-1.1
(3.3) Debt securities issued with a maturity of over two years	2404	-12	-30	-14	-2.7	-4.4	-4.9
(3.4) Capital and reserves	2509	24	10	3	4.2	4.7	4.9
MFI assets:							
(4) Credit to euro area residents (= items 4.1 and 4.2)	16072	1	13	-8	-1.6	-1.3	-0.9
(4.1) Credit to general government	3538	6	19	6	-0.5	-0.2	0.9
Loans	1109	-3	-6	11	-0.7	-1.4	0.6
Securities other than shares	2429	9	25	-6	-0.4	0.4	1.0
(4.2) Credit to other euro area residents	12534	-5	-6	-13	-1.9	-1.6	-1.4
Loans ^{e)}	10431	8	-4	3	-1.2	-1.1	-0.9
loans adjusted for sales and securitisation ^{f)}	ND	8	-2	9	-0.6	-0.5	-0.2
Securities other than shares	1292	-10	-7	-11	-8.6	-7.9	-7.2
Shares and other equities	811	-2	5	-6	1.7	2.5	2.5
(5) Net external assets	1466	-6	14	47	ND	ND	ND
(6) Other counterparts of M3 (residual) (= M3 + items 2, 3 - items 4, 5)	188	6	-14	20	ND	ND	ND
of which:							
(6.1) Repos with central counterparties (liabilities)(+) ^{g)}	184	-8	20	1	-17.5	-3.1	-4.4
(6.2) Reverse repos to central counterparties (assets)(-) ^{g)}	131	5	-1	10	-3.2	2.1	-6.6

a) Figures may not add up due to rounding. The information in this table is based on consolidated balance sheet statistics reported by monetary financial institutions (MFIs).

These include the Eurosystem, credit institutions and money market funds located in the euro area.

b) Monthly difference in levels adjusted for reclassifications, exchange rate variations, other revaluations and any other changes which do not arise from transactions.

c) Liabilities of MFIs and specific units of central government (post offices, treasury) vis-à-vis non-MFI euro area residents excluding central government.

d) Includes holdings of the central government of deposits with the MFI sector and of securities issued by the MFI sector.

e) For further breakdowns see Table 4.

f) Adjusted for the derecognition of loans from the MFI statistical balance sheet due to their sale or securitisation.

g) The series is not adjusted for seasonal effects.

2 Breakdown of deposits in M3 by holding sector and type: NOVEMBER 2014

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	NOVEMBER 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014
BREAKDOWN OF DEPOSITS IN M3							
Total deposits (= items 1, 2, 3, 4 and 5)	8744	9	30	62	2.7	2.5	3.1
(1) Deposits placed by households ^{c)}	5553	17	-1	22	2.2	2.1	2.4
(1.1) Overnight deposits	2731	21	13	31	7.3	6.9	7.5
(1.2) Deposits with an agreed maturity of up to two years	827	-6	-9	-8	-7.0	-6.9	-7.1
(1.3) Deposits redeemable at notice of up to three months	1990	1	-4	-1	0.1	0.1	0.2
(1.4) Repurchase agreements	5	0	0	0	-20.8	-18.5	-14.7
(2) Deposits placed by non-financial corporations	1816	2	2	30	5.7	4.7	5.3
(2.1) Overnight deposits	1320	6	14	27	8.2	8.2	8.8
(2.2) Deposits with an agreed maturity of up to two years	382	-5	-12	3	-2.1	-5.5	-5.4
(2.3) Deposits redeemable at notice of up to three months	101	0	1	1	3.1	2.5	3.3
(2.4) Repurchase agreements	13	0	-2	0	47.4	12.0	17.4
(3) Deposits placed by non-monetary financial intermediaries excluding insurance corporations and pension funds ^{d)}	840	-4	32	9	-0.2	1.0	3.6
(3.1) Overnight deposits	505	7	18	5	0.6	1.0	4.5
(3.2) Deposits with an agreed maturity of up to two years	227	-1	0	-2	1.2	0.7	3.9
(3.3) Deposits redeemable at notice of up to three months	23	1	0	6	2.9	-0.9	-3.6
(3.4) Repurchase agreements ^{d)}	85	-11	14	0	-10.5	1.5	0.2
(4) Deposits placed by insurance corporations and pension funds	211	-9	3	0	2.3	3.4	4.0
(5) Deposits placed by other general government	323	3	-5	1	3.3	2.2	0.8

a) Figures may not add up due to rounding. The information in this table is based on consolidated balance sheet statistics reported by monetary financial institutions (MFIs).

These include the Eurosystem, credit institutions and money market funds located in the euro area.

b) Monthly difference in levels adjusted for reclassifications, exchange rate variations, other revaluations and any other changes which do not arise from transactions.

c) Includes deposits by non-profit institutions serving households.

d) Excludes repurchase agreements with central counterparties.

3 Contributions of M3 components to the M3 annual growth rate: NOVEMBER 2014

(contributions in terms of the M3 annual percentage change; data adjusted for seasonal effects ^{a)})

	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014
(1) M1	3.4	3.4	3.8
(1.1) <i>of which: Currency</i>	0.5	0.5	0.5
(1.2) <i>of which: Overnight deposits</i>	2.8	2.9	3.3
(2) M2 - M1 (= other short-term deposits)	-0.6	-0.8	-0.7
(3) M3 - M2 (= short term marketable instruments)	-0.3	-0.1	0.0
(4) M3 (= items 1, 2 and 3)	2.5	2.5	3.1

a) Figures may not add up due to rounding.

4 Breakdown of loans as counterpart to M3 by borrowing sector, type and original maturity: NOVEMBER 2014

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	NOVEMBER 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014
BREAKDOWN OF LOANS AS COUNTERPART TO M3^{c)}							
(1) Loans to households^{d)}	5195	4	4	-1	-0.5	-0.4	-0.4
<i>loans adjusted for sales and securitisation^{e)}</i>	ND	4	6	4	0.5	0.6	0.7
(1.1) Credit for consumption	567	2	2	-1	-1.1	0.1	0.1
(1.2) Lending for house purchase	3849	3	4	0	-0.2	-0.2	-0.2
(1.3) Other lending	779	-1	-2	0	-1.7	-1.8	-1.4
<i>of which: sole proprietors^{f)}</i>	397	1	-2	0	-1.4	-1.5	-1.3
(2) Loans to non-financial corporations	4271	-3	-2	-1	-2.0	-1.8	-1.6
<i>loans adjusted for sales and securitisation^{e)}</i>	ND	-3	-2	1	-1.8	-1.6	-1.3
(2.1) up to 1 year	1040	6	-2	-12	-1.4	-1.0	-1.5
(2.2) over 1 year and up to 5 years	734	-4	-1	11	-3.3	-3.3	-1.7
(2.3) over 5 years	2497	-5	0	0	-1.9	-1.7	-1.6
(3) Loans to non-monetary financial intermediaries except insurance corporations and pension funds^{g)}	858	1	-5	0	-2.6	-2.5	-1.5
(4) Loans to insurance corporations and pension funds	107	5	0	5	8.5	5.8	8.0

a) Figures may not add up due to rounding.

b) Monthly difference in levels adjusted for write-offs/write-downs, reclassifications, exchange rate variations and any other changes which do not arise from transactions.

c) Loans granted by monetary financial institutions (MFIs) to non-MFI euro area residents excluding general government.

d) Includes loans to non-profit institutions serving households.

e) Adjusted for the derecognition of loans from the MFI statistical balance sheet due to their sale or securitisation.

f) The series is not adjusted for seasonal effects.

g) Excludes reverse repos to central counterparties.